

## Message Text

LIMITED OFFICIAL USE

PAGE 01 JOHANN 01544 071636Z

43

ACTION AF-08

INFO OCT-01 ISO-00 AID-05 CIAE-00 COME-00 EB-07 FRB-03

INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02 OPIC-03 SP-02

CIEP-01 LAB-04 SIL-01 OMB-01 DODE-00 PM-04 H-02 L-03

NSC-05 PA-01 PRS-01 SS-15 IGA-02 FTC-01 JUSE-00 STR-04

/089 W

----- 010988

R 071130Z SEP 76

FM AMCONSUL JOHANNESBURG

TO SECSTATE WASHDC 5075

INFO AMCONSUL CAPE TOWN

AMCONSUL DURBAN

AMEMBASSY PRETORIA

LIMITED OFFICIAL USE JOHANNESBURG 1544

E.O. 11652: N/A

TAGS: EGEN EFIN ETRD BTIO EINV

SUBJECT: RHODESIA SANCTIONS: REQUEST FOR CLARIFICATION ON LEGAL  
PENALTIES FOR INFRACTIONS

1. JOHN MANLEY, ARTHUR ANDERSEN AND COMPANY,  
JOHANNESBURG, HAS INFORMED CONGEN THATN BASED ON  
DIRECTIVES FROM CHICAGO HEAD OFFICE, JOHANNESBURG  
OFFICE NOW REQUIRING US CLIENTS IN SOUTH AFRICA TO  
PROVIDE CERTIFICATIONS AS FOLLOWS:

"WE GIVE YOU OUR ASSURANCE WITHOUT UNDERTAKING  
TO GUARANTEE THAT SO FAR AS WE KNOW:

"THIS WILL INFORM YOU THAT, TO THE BEST OF OUR  
KNOWLEDGE, THE COMPANIES HAVE NOT ENGAGED IN ANY  
DIRECT OR INDIRECT TRANSACTIONS PROHIBITED TO PER-  
SONS SUBJECT TO THE JURISDICTION OF THE UNITED  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 JOHANN 01544 071636Z

STATES LEGISLATION AND EXECUTIVE ORDERS RELATING

TO TRADE AND OTHER TRANSACTIONS INVOLVING RHODESIA".

2. ARTHUR ANDERSEN STATES THAT, OF COURSE, THIS  
BASED ON TITLE 3 - THE PRESIDENT, EXECUTIVE ORDER  
11419, RELATING TO TRADE AND OTHER TRANSACTIONS  
INVOLVING SOUTHERN RHODESIA, JULY 29, 1968.

3. ARTHUR ANDERSEN SAYS THAT THIS REQUIREMENT FOR  
WRITTEN ASSURANCES IS BASED ON A RELATIVELY RECENT  
(NO DATE STATED) DIRECTIVE FROM CHICAGO TO REQUIRE  
THIS OF ALL "YEAR-ENDS" FROM CLIENTS. FIRM SAYS  
THAT WHILE THERE ARE SOME "YEAR-ENDS" OCCURRING THROUGH-  
OUT THE CALENDAR YEAR, MAJORITY OF CLIENTS HAVE "YEAR-  
END" REVIEWS AT END OF CALENDAR YEAR.

4. ARTHUR ANDERSEN HAS COME TO CONGEN BECAUSE, AC-  
CORDING TO FIRM, CLIENTS ARE ASKING "WELL,  
WHAT ARE THE PENALTIES? WHAT WILL HAPPEN? WHAT ARE  
THE LEGAL OBLIGATIONS? WHAT MUST BE DONE OR WHAT  
MUST WE DO TO COMPLY?".

5. ACTION REQUESTED: DEPT IS REQUESTED TO PROVIDE  
APPROPRIATE GUIDANCE WHICH MAY BE RELAYED  
TO ARTHUR ANDERSEN AND COMPANY FOR IT IN TURN TO  
USE AS GUIDANCE FOR ITS CLIENTS. ANY OTHER COMMENTS  
OR OBSERVATIONS THE DEPARTMENT MAY CARE TO MAKE  
WILL BE APPRECIATED.  
JOHNSON

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** POLICIES, EMBARGOES, BUSINESS FIRMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 07 SEP 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** GolinoFR  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976JOHANN01544  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760337-1170  
**From:** JOHANNESBURG  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t19760986/aaaacwba.tel  
**Line Count:** 89  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION AF  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** GolinoFR  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 02 JUL 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <02 JUL 2004 by GarlanWA>; APPROVED <06 JUL 2004 by GolinoFR>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
04 MAY 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** RHODESIA SANCTIONS: REQUEST FOR CLARIFICATION ON LEGAL PENALTIES FOR INFRACTIONS  
**TAGS:** EGEN, EFIN, ETRD, BTIO, EINV  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006